

**Note: translation in English contains only agenda and proposals of decisions, while full text is published in Croatian**

On 30.03.2017 Management Board of Medika d.d. has passed the decision on the convocation of the General Assembly which will be held in the headquarters of the Company on Thursday 18.05.2017 beginning at 12:00, with the following agenda:

1. Determination of presence of shareholders at the General Assembly;
2. Passing decision on election of Chairman and Vice Chairman of General Assembly
3. Discussion on financial statements for the year 2016 as prepared by the Management Board and approved by the Supervisory Board, discussion on Auditor's report, Report of Management Board on the status of the Company and Report of the Supervisory Board;
4. Passing decision on distribution of profit
5. Passing decision on increase of legal reserves
6. Passing decision on issuing the note of release to the member of the Management Board
7. Passing decision on issuing the note of release to the members of the Supervisory Board
8. Decision on increase of share capital of the Company
9. Passing decision on change of the Articles of Association of Medika d.d. and determining revised text of Articles of Association
10. Decision on the appointment of auditor of the Company for the year 2017

**Proposed decisions:**

**Ad 2)** Supervisory Board proposes to the General Assembly to adopt the following decision:

Due to the expiration of mandate of Chairman and Vice Chairman of the General Assembly, based on the Article 16 of the Articles of Association of the Company on four years from the date of the election  
for Chairman of the General Assembly is elected Snježana Škreb from Zagreb, B. Filipovića 14  
and  
for Vice Chairman of the General Assembly is elected Miroslava Goričnik-Gojsalić from Zagreb, Cenkovečka 4.

**Ad 4)** The Management Board and the Supervisory Board of the Company propose to the General Assembly to adopt the following decision:

From the total profit of the Company in amount of HRK 50,704,044.85,

part of the profit for 2016 in amount of HRK 4,529,100.00 will be distributed in the retained earnings with the purpose of reinvesting, that is for the adequate increase of share capital from the profit for 2016,

and remaining of the Company's profit for 2016 in net amount of HRK 46,174,944.85 will be distributed in retained earnings.

**Ad 5)** The Management Board and the Supervisory Board of the Company propose to the General Assembly to adopt the following decision:

Amount of HRK 82,776.80 from the other reserves is redistributed to legal reserves

**Ad 6)** The Management Board and the Supervisory Board of the Company propose to the General Assembly to adopt the following decision:

The note of release is given to the member of the Management Board – the Director - by which the work in 2016 is approved.

**Ad 7)** The Management Board and the Supervisory Board of the Company propose to the General Assembly to adopt the following decision:

The note of release is given to the Supervisory Board by which the work in 2016 is approved.

**Ad 8)** The Management Board and the Supervisory Board of the Company propose to the General Assembly to adopt the following decision:

In accordance with the article 163 paragraph 4 and article 328 of the Companies Act (National Gazette 111/93, 34/99, 121/99, 52/00, 118/03, 107/07, 146/08, 137/09, 125/11, 111/12, 68/13, 110/15) (hereinafter: "the Act") General Assembly of the company (hereinafter: "the Company") has passed as at 18.05.2017

## **DECISSION**

### **On increase of the share capital from the funds of the Company**

#### **Article 1**

It is determined that the share capital of Medika d.d. registered at the Trade Court Register amounts to HRK 204,715,320.00 and is divided in 30,194 ordinary shares on name, each of nominal value of HRK 6.780.00 per share. Share capital is fully paid in.

It is determined that approved financial statements of the Company for the business year 2016 (statement of financial position, statement of comprehensive income, statement of changes in equity, statement of cash flow and notes to financial statements), that were prepared in March 2017 and approved by the auditor Deloitte d.o.o. from Zagreb as at 13.03.2017 and who gave positive opinion, i.e. financial statements give a true and fair view in all material aspects of the financial position of the Company as at 31 December 2016, and of its financial performance and its cash flows for the year then ended, show that the Company in 2016 realized gross profit in amount of HRK 62,969,869.80 and net profit in amount of HRK 50,704,044.85.

#### **Article 2**

Share capital of the Company is increased from the amount of HRK 204,715,320.00 to amount of HRK 209,244,420.00.

Increase of share capital will be carried out by transferring retained earnings of the Company in amount of HRK 4,529,100.00 into share capital, which is the retained earnings as shown in the approved annual financial statements of the Company for the year 2016.

Increase of share capital will be carried out for all 30,194 shares by increasing the nominal value of HRK 6,780.00 for HRK 150.00 to amount HRK 6,930.00.

This decision is based on discussed and approved audited financial statements for the year 2016.

### Article 3

By increasing of share capital, the relations regarding the ownership rights are not changed, that is the shareholders are entitled to the shares of increased nominal value in proportion to their participation in share capital before the increase, in accordance with the article 333 of the Companies Act.

### Article 4

Management Board of Medika is responsible to undertake all actions relating to the registration of this Decision in the Trade Court register in Zagreb and in the depository of Central Depository and Clearing Company.

### Article 5

This decision is effective by the date of the inscription in the Trade Court register.

## General Assembly of Medika d.d

**Ad 9)** The Management Board and the Supervisory Board of the Company propose to the General Assembly to adopt the following decision:

In accordance with the article 301 of the Companies Act (National Gazette 111/93, 34/99, 121/99, 52/00, 118/03, 107/07, 146/08, 137/09, 125/11, 111/12, 68/13, 110/15) (hereinafter: "the Act"), General Assembly as at 18.05.2017 passes the following **DECISION on change of the Articles of Association of Medika d.d.** (*Note: the Articles of Association are not translated in English*)

Medika d.d.

**Ad 10)** Supervisory Board proposes to the General Assembly to adopt the following decision:

Deloitte d.o.o., Radnička cesta 80, Zagreb is appointed as the auditor of the Company for the year 2017.

---

Materials that are used as basis for discussion for the point 3, 4 and 5 of the Agenda are available to the shareholders for review in the headquarters of Medika d.d., Zagreb, Capraška 1, from the date of the publishing of this invitation to the date of General Assembly, every working day from 10:00 to 13:00, at secretary in the Management Board Office and on the web site of the Company [www.medika.hr](http://www.medika.hr).

All shareholders have the right to attend and the right to use voting rights if they fulfil the following conditions:

1. Is registered as a shareholder of the Company with the Central Depository & Clearing Company Inc. six days prior to the date of the General Assembly
2. Have in written form delivered to the Company his/her intention to attend the General Assembly at least six days prior to the date of General Assembly

Applications have to be delivered to the Company at the address stated in the Invitation, or to be given to Ms. Hana Balaško, head of treasury department, not later than 11.05.2017.

Shareholders can be represented by shareholder's proxy based on the valid written power of attorney which is issued by the shareholder or which, on behalf of a shareholder, is a legal person

is by a person who is under law authorized to represent them. Forms are available on the web site of the Company [www.medika.hr](http://www.medika.hr), and will also be delivered to the shareholders via mail.

Shareholders can execute their rights from the article 278, paragraph 2 of the Companies Act, under the condition that the request is received by the Company not later than 17.04.2017, that is 30 days prior to the date of the General Assembly, not taking into concern the day the request is received by the Company.

Shareholders can execute their rights from the article 282, paragraph 1 of the Companies Act, under the condition that the proposition is received by the Company not later than 03.05.2017, that is 14 days prior to the date of the General Assembly, not taking into concern the day the request is received by the Company.

Further explanation regarding execution of rights from article 278, paragraph 2, article 282, paragraph 1, article 283 and article 287 paragraph 1 are available at web site of the Company [www.medika.hr](http://www.medika.hr).

All announcements from article 280 a of Companies Act are available on web site of the Company [www.medika.hr](http://www.medika.hr).

Medika d.d.